

**GOVERNMENT OF INDIA
CONSUMER AFFAIRS, FOOD AND PUBLIC DISTRIBUTION
LOK SABHA**

UNSTARRED QUESTION NO:3896

ANSWERED ON:22.08.2005

AUDITING OF EXPORT TRANSACTIONS

Adhalrao Patil Shri Shivaji;Adsul Shri Anandrao Vithoba;Singh Shri Ganesh;Singh Shri Prabhunath;Verma Shri Ravi Prakash

Will the Minister of CONSUMER AFFAIRS, FOOD AND PUBLIC DISTRIBUTION be pleased to state:

- (a) whether the Food Corporation of India (FCI) had not envisaged internal audit system while commencing the export operations during 2000-2002;
- (b) if so, the reasons therefor;
- (c) whether in May, 2002 the FCI had decided that all the export transactions were to be audited and reconciled by internal audit;
- (d) if so, whether the FCI field offices did not implement the said decision;
- (e) if so, the reasons therefor; and
- (f) the action taken by the Government in this regard?

Answer

MINISTER OF STATE IN THE MINISTRY OF AGRICULTURE AND MINISTER OF STATE IN THE MINISTRY OF CONSUMER AFFAIRS, FOOD & PUBLIC DISTRIBUTION (DR. AKHILESH PRASAD SINGH)

(a), (b) & (c): The Food Corporation of India (FCI) has a full-fledged Internal Audit System. In addition the normal audit, a special audit on the issue of stocks for export purposes was undertaken by the Internal Audit Wing at field level, during 2001-2002, as per the directions of the High Level Committee.

(d), (e) & (f): The Internal Audit Units of the field offices carried out the special audit and submitted their reports to the administrative heads and a consolidated report was submitted to the administrative head at the Corporate level.